

Delmar Water Company

2335 Sanders Road
Northbrook, IL 60062
(800) 831-2359
(847) 498-6440
Fax (847) 498-6711

May 3, 2004

Ms. Elizabeth Rolando
Chief Clerk
Illinois Commerce Commission
527 East Capital Avenue
Springfield, Illinois 62794-9280

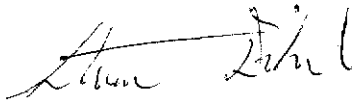
Re: Delmar Water Company Water Treatment Surcharge Reconciliation

Dear Ms. Rolando:

Delmar Water Company has enclosed the following schedules in compliance with Section 655.50 Annual Reconciliation:

Schedule 1 - Purchased Water Costs
Schedule 2 - Purchased Water Revenue Recorded
Schedule 3 - Purchased Water Surcharge Reconciliation
Schedule 4 - Revised Purchase Water Surcharge
Schedule 5 - Officer Verification

Sincerely,



Steven Dihel
Regulatory Accountant

Cc: Ray Pilapil(w/ enclosures)

Del-Mar Water Company

Purchased Water Costs

A: For the 12 months ended 12/31/03

Schedule 1

Date	Invoice Number	Invoice Period	Charge per 100 Cf	Consumption (CF)	Consumption (Gal)	Amount
Jan-03						
Feb-03						
Mar-03	20542	12/31/02 - 3/29/03	\$ 3.45	178,000	1,331,440	\$ 6,141.00
			\$ 0.09	178,000	1,331,440	\$ 160.20
						\$ 6,301.20
Apr-03						
May-03						
Jun-03	26126	3/30/03 - 6/29/03	\$ 3.60	217,000	1,623,160	\$ 7,812.00
			\$ 0.09	217,000	1,623,160	\$ 195.30
						\$ 8,007.30
Jul-03						
Aug-03						
Sep-03	33808	6/30/03 - 9/29/03	\$ 3.60	262,000	1,959,760	\$ 9,432.00
			\$ 0.09	262,000	1,959,760	\$ 235.80
						\$ 9,667.80
Oct-03						
Nov-03						
Dec-03	41122	9/30/03 - 12/30/03	\$ 3.60	220,000	1,645,600	\$ 7,920.00
			\$ 0.09	220,000	1,645,600	\$ 198.00
						\$ 8,118.00
Total					6,559,960	\$ 32,094.30

Del-Mar Water Company
Purchased Water Revenue Recovered
A: For the 12 months ended 12/31/03

Schedule 2

<u>Date</u>	<u>Revenue Recovered</u>
Jan-03	2,878.20
Feb-03	2,505.59
Mar-03	2,409.79
Apr-03	2,349.01
May-03	3,567.03
Jun-03	2,664.62
Jul-03	5,578.55
Aug-03	3,264.10
Sep-03	2,968.14
Oct-03	-144.87
Nov-03	5,390.19
Dec-03	3,311.78
	<u>36,742.13</u>

Del-Mar Water Company
Purchased Water Surcharge Reconciliation
A: For the 12 months ended 12/31/03

Schedule 3

<u>Date</u>	<u>Purchased Water Costs</u>	<u>Revenue Recovered</u>	<u>Difference</u>
Jan-03		2,878.20	
Feb-03		2,505.59	
Mar-03	6,301.20	2,409.79	1,492.38
Apr-03		2,349.01	
May-03		3,567.03	
Jun-03	8,007.30	2,664.62	573.36
Jul-03		5,578.55	
Aug-03		3,264.10	
Sep-03	9,667.80	2,968.14	2,142.99
Oct-03		-144.87	
Nov-03		5,390.19	
Dec-03	8,118.00	3,311.78	439.10
	<u>32,094.30</u>	<u>36,742.13</u>	<u>4,647.83</u>

Del-Mar Water Company
Revised Purchased Water Surcharge
(including reconciliation component)
A: For the 12 months ended 12/31/03

$$VC = VSC + Rv + Ov / VBU$$

VSC = 32,094.30

Rv= -4,647.83

Ov= 0

VBU= 6,560


VC= 4.18

Del-Mar Water Company
2003 Purchased Water Surcharge Rider
Annual Reconciliation

Schedule 5

Officer Verification

I, James L. Camaren, hereby verify that: (1) I am the Chief Executive Officer of Del-Mar Water Company; (2) the accompanying revised reconciliation of operation of the purchased water surcharge rider during 2003 for the Del-Mar Water Company area ("Schedules 1 - 4") was prepared by me or under my supervision; (3) I am familiar with the facts set forth in the revised 2003 reconciliation ("Schedules 1 - 4"); and (4) the revised 2003 reconciliation ("Schedules 1 - 4") is true and correct to the best of my knowledge.


James L. Camaren
Chief Executive Officer
Utilities, Inc.

State of: Illinois County of: Cook

Subscribed and sworn to before me this 3 day of May, 2004.

Notary Public: Joyce Guidice

My Commission expires: Jan 24, 2005

